Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Message Text

PAGE 01 OECD P 28987 091816Z

53-S
ACTION SS-30

INFO OCT-01 ISO-00 SSO-00 NSCE-00 /031 W
---------- 081578
O 091747Z NOV 73
FM USMISSION OECD PARIS
TO SECSTATE WASHDC IMMEDIATE 1069

C O N F I D E N T I A L OECD PARIS 28987
EXDIS
FOR THE SECRETARY FROM UNDER SECRETARY CASEY

DEPARTMENT: PLEASE REPEAT IMMEDIATE TO THE SECRETARY

ECOTO 10

E.O. 11652: GDS
TAGS: ENRG, OVIP, GR, FR, UK, EEC
SUBJECT: EVALUATION OF CASEY OIL DISCUSSIONS

1. SOME EVALUATIONS DERIVED FROM MY OIL DISCUSSIONS IN EUROPE MAY BE USEFUL. I FIND DEEP CONCERN AND GREAT UNCERTAINTY ABOUT MORAL QUALITY AND DURABILITY OF POSURE WHICH EUROPEAN GOVERNMENTS HAVE ADOPTED ON MIDDLE EAST POLICY. THERE IS A CONSTANT NOTE OF APOLOGY AND NOT INFREQUENT EXPRESSION OF SHAME. THEY ARE ACUTELY CONSCIOUS THAT THEY ARE DEPENDING YOUR EFFORTS TO MAINTAIN THEIR FUNDAMENTAL SECURITY AND OIL REQUIREMENTS WHILE THEIR CONCENTRATION ON PROTECTING THEIR IMMEDIATE NEEDS COMPOUNDS DIFFICULTY OF YOUR TASK.

2. UNDER THE SURFACE OF THEOFFICIAL POSITION, IMPORTANT OFFICIALS RECOGNIZE THAT THE TIME MAY NOT BE FAR AWAY WHEN POLICY OF EXPEDIENCE MAY BE DISCREDITED AND BACKFIRE AS HAVING CONTRIBUTED TO FLOWERING OF ARAB OIL WEAPON. THESE PEOPLE THINK IN TERMS OF HOW AND WHEN WEST WILL BE ABLE TO PULL TOGETHER AND MITIGATE EFFECTS OF PRESENT DIVISIONS.

3. ON A CONCRETE BASIS THEY DISCUSS URGENCY IN DETERMINING REQUIREENTS FOR OIL TO SUSTAIN POPULATION, ECONOMY AND CONFIDENTIAL

PAGE 02 OECD P 28987 091816Z

SOCIAL FABRIC ON A MINIMUM BEDROCK BASIS. THIS THINKING GIVES RISE TO A DESIRE TO EXPLORE SHARING, USE OF COAL AND WOOD AND OTHER MEASURES TO MAINTAIN OPERATIONS OF INTER-RELATED ECONOMIES ON BEDROCK BASIS.

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

4. LOOKING BEYOND SUPPLY RESTRICTIONS THERE IS FEAR THAT PRICE INCREASES WILL CAUSE GOVERNMENTS TO BECOME SO CONCERNED WITH CURRENT ACCOUNT BALANCES NEEDED TO PAY FOR OIL TO A POINT WHICH WILL LEAD TO CAPITAL CONTROLS, RESTRICTIONS ON IMPORTS, COMPETITIVE AND DEVALUATION AND OTHER FEATURES OF TRADE WAR.

5. LOOKING BEYOND IMMEDIATE SUPPLY CRUNCH, INFLUENCE OF PRICE AND OTHER DEVELOPMENTS SEEN AS REDUCING INTEREST OF ARAB PRODUCERS IN MAINTAINING ADEQUATE PRODUCTION LEVELS AND CREATING PRESSURE ON CONSUMERS TO DEVELOP INVESTMENT AND ECONOMIC DEVELOPMENT OPPORTUNITIES TO MAINTAIN ARAB INTERES IN MAINTAINING FLOW OF REVENUE. ANOTHER EFFECT ALREADY OPERATING IS RELATIVE STRENGTHENING OF DOLLAR AS IT IS SEEN THAT HEAVIER RELIANCE OF EUROPE AND JAPAN ON IMPORTED OIL WEIGHS MORE HEAVILY ON THEIR BALANCE OF PAYMENTS.
CASEY

NOTE BY OCT: EXDIS CAPTION ADDED PER MR. ELTZ, S/S-O.

CONFIDENTIAL

<< END OF DOCUMENT >>

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Message Attributes

Automatic Decaptioning: Z
Capture Date: 11 MAY 1999
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PETROLEUM, FOREIGN RELATIONS, POLICIES, FOREIGN POLICY POSITION, PRICE TRENDS, BALANCE OF PAYMENTS, DIPLOMATIC DISCUSSIONS, COMMITTEE MEETINGS, POL ITICAL LEADERS
Control Number: n/a
Copy: SINGLE
Draft Date: 09 NOV 1973
Decaption Date: 28 MAY 2004
Decaption Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: morefirh
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973OECDP28987
Document Source: ADS
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: 11652 GDS
Errors: n/a
Film Number: P750020-2175
From: OECD PARIS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19731166/abqceggi.tel
Line Count: 78
Locator: TEXT ON-LINE, TEXT ON MICROFILM
Office: ACTION SS
Original Classification: CONFIDENTIAL
Original Handling Restrictions: EXDIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: EXDIS
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: morefirh
Review Comment: n/a
Review Content Flags:
Review Date: 22 AUG 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <22-Aug-2001 by izenbei0>; APPROVED <26-Nov-2001 by morefirh>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: EVALUATION OF CASEY OIL DISCUSSIONS
TAGS: ENRG, OVIP, GR, FR, UK, BE, US, (CASEY, WILLIAM J)
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005